

ORDINANCE NO. 023-127

AN ORDINANCE AUTHORIZING
AWARD OF A CONTRACT TO CIGNA
HEALTH AND LIFE INSURANCE
COMPANY FOR PREFERRED
PROVIDER ORGANIZATION (PPO)
AND HEALTH MAINTENANCE
ORGANIZATION (HMO) DENTAL
SERVICES

WHEREAS, The Chicago Transit Authority ("Authority") offers a Preferred Provider Organization (PPO) and a Health Maintenance Organization (HMO) dental program to its full-time union and non-union employees and their dependents; and

WHEREAS, The Authority is self-insured for PPO claim expenditures but requires a firm to administer its PPO dental program, while the HMO dental program is fully insured, and the current contract for these PPO and HMO dental services ends December 31, 2023; and

WHEREAS, The Authority, through public advertisement under Requisition No. B23OP04493, sought proposals from qualified firms to provide the PPO and HMO dental services, and Cigna Health and Life Insurance Company's proposal was determined to be the most advantageous to the Authority; and

WHEREAS, Staff recommends a contract award to Cigna Health and Life Insurance Company for a term of three (3) years with two (2) funded one-year options for a total amount of Six Million Dollars (\$6,000,000.00); now, therefore:

BE IT ORDAINED BY THE CHICAGO TRANSIT BOARD
OF THE CHICAGO TRANSIT AUTHORITY:

SECTION 1. The Chairman of the Chicago Transit Board, the President of the Authority, and the Vice President of Purchasing and Supply Chain, or their designees, are hereby authorized to execute a contract with Cigna Health and Life Insurance Company for PPO and HMO dental services beginning January 1, 2024 for a term of three (3) years with two (2) funded one-year options for an amount not to exceed Six Million Dollars (\$6,000,000.00).

SECTION 2. The Chairman, President, and Vice President of Purchasing and Supply Chain, or their designees, are further authorized to take such actions and execute such documents as may be necessary to implement the objectives of this ordinance.

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SECTION 3. This ordinance shall be in full force and effect from and after its passage.

APPROVED:

PASSED:

Chairman

October 13, 2023

Secretary

October 13, 2023